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SAPC 18311

Copy 3 of 5

19 August 1957

Dear [REDACTED]

Our Contract No. BC-450 with Hycon Mfg. Co. is a time and material type for repair of equipment being procured under other contracts. The Contract Hourly Rates set forth in Appendix I are fixed from the period of inception (1 July 1956) through 31 January 1957 and apply provisionally thereafter until new overhead and general and administrative expense rates have been negotiated. This contract has been extended for the period 1 July 1957 through 30 June 1958.

It is requested that you review the Contractor's records to the extent you deem necessary in order to submit your recommendations and information for this office to use in negotiating new fixed hourly rates for the periods 1 February 1957 through 31 August 1957 and 1 September 1957 through March 1958. Since the latter period leaves only 3 months remaining in the contract term consideration may be given to fixing the hourly rate through 30 June 1958 if the Contractor's records can substantiate a stabilized experience rate.

The Contractor proposes that the present rates be fixed for the period 1 February 1957 through 30 June 1957.

Very truly yours,

Dan

PCS/DCI [REDACTED] R:bas (3/19/57)

Distribution:

- Orig. - [REDACTED] - AF Auditor
2. - [REDACTED] TM - BC-~~450~~ Proposal Section w/cy 1 of SAPC 18543
- 3. - Project Finance ⁴⁵⁰
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